

FISCAL NOTE PUBLIC COST

- I. Department Title:** Title 13 - Department of Social Services
Division Title: Division 70 - MO HealthNet Division
Chapter Title: Chapter 15 – Hospital Program

Rule Number and Title:	13 CSR 70-15.110 Federal Reimbursement Allowance (FRA)
Type of Rulemaking:	Proposed Amendment

II. SUMMARY OF FISCAL IMPACT

Affected Agency or Political Subdivision	Estimated Cost of Compliance in the Aggregate
Hospitals which provide health care services in Missouri that are owned or controlled by the state, counties, cities, or hospital districts	Estimated cost for SFY 2017 \$3.6 million

III. WORKSHEET

	No. of Facilities	Inpatient Revenues	Outpatient Revenues	Total
Public Facilities Revenues	42	\$1,468,857,240	\$1,491,541,028	\$2,960,398,268
FRA Assessment Rate		5.95%	5.95%	5.95%
Total Assessment without Trend		\$87,397,006	\$88,746,691	\$176,143,697
Revenue Trend for SFY 2017		0.00%	4.10%	
Total Revenues Trended		\$1,468,857,240	\$1,552,694,210	\$3,021,551,450
FRA Assessment Rate		5.95%	5.95%	5.95%
Total Assessment with Trend		\$87,397,006	\$92,385,305	\$179,782,311
Impact of Trend (Assessment with trend less Assessment without trend)				\$3,638,614
Prior SFY Total Assessment using Prior Year Methodology				\$180,181,769
Increase of Total Assessment over Prior SFY				(\$399,458)

IV. ASSUMPTIONS

This fiscal note reflects the total assessment to be collected during SFY 2017 of approximately \$180 million and is a decrease of approximately \$399,458 from SFY 2016. The impact of the 4.1% trend on outpatient revenues is approximately \$3.6 million.

The fiscal note is based on establishing the FRA assessment rate at 5.95% and a trend of 4.1% on outpatient revenues effective for dates of service beginning July 1, 2016. The FRA assessment rate of 5.95% is levied upon Missouri hospitals' trended, inpatient and outpatient net adjusted revenue in accordance with the Missouri Partnership Plan.